

NEW YORK GAMING ASSOCIATION 99 Pine Street, Suite 210 Albany, New York 12207 518.436.1122

www.newyorkgaming.org

June 26, 2013

RESORTS WORLD CASINO NEW YORK AT AQUEDUCT RACETRACK

110-00 Rockaway Blvd New York, New York 11417

EMPIRE CITY CASINO AT YONKERS RACEWAY

810 Yonkers Avenue Yonkers, New York 10704

SARATOGA CASINO & RACEWAY 342 Jefferson Street

342 Jefferson Street Saratoga Springs, New York 12866

FINGER LAKES CASINO & RACETRACK 5857 Route 96 Farmington, New York 14425

EMPIRE RESORTS / MONTICELLO CASINO & RACEWAY

204 State Route 17B Monticello, New York 12701

HAMBURG CASINO AT BUFFALO RACEWAY

5600 McKinley Parkway Hamburg, New York 14075

TIOGA DOWNS CASINO

2384 W River Road Nichols, New York 13812-1406

VERNON DOWNS CASINO & HOTEL

4229 Stuhlman Road Vernon, New York 13476

BATAVIA DOWNS CASINO

8315 Park Road Batavia, New York 14020 Christopher Kay Incoming CEO The New York Racing Association Aqueduct Racetrack, Executive Office Jamaica, NY 11416

Dear Mr. Kay:

The New York Gaming Association represents the operators of the VLT operations at the state's nine racetrack casinos, including the Aqueduct Racino in Queens. The Aqueduct racino is one of the most successful gaming operations in the nation. As you are well aware, our success has turned NYRA into a success as well. By state law, the VLT operators are required a percentage of its net win to NYRA. Since opening in October 2011, Aqueduct has provided over \$110 million in racing support payments, almost 25% of this total goes to support NYRA's operational funding needs and another 25% goes to provide much needed capital to improve NYRA facilities. The remainder goes to support purses and breeding, both of which support agri-business throughout the state. Subsequent racing support payments are expected to increase in the coming years as revenues at Resorts World rise.

These generous payments not only keep NYRA in business, but also have made NYRA profitable for the first time in decades. By your own calculations, NYRA generated \$25 million in profits in 2012 and will generate at least \$15 million in 2013. Much to our dismay, many of the employees who have kept your organization running on a daily basis continue to make poverty level wages. It is absolutely absurd that an organization, which receives over millions a year in taxpayer funds in order to turn a \$25 million "profit" refuses to negotiate fair contracts with its workers. In comparison, racino employees enjoy fair wages and benefits.

As the incoming Chief Executive Officer, you have a responsibility to change this unfortunate pattern of behavior. NYRA should immediately negotiate contracts with its employees that provide middle class wages, Christopher Kay June 26, 2013 Page 2

appropriate benefits and retirement security as just and fair compensation for their year's hard work.

Very truly yours,

New York Gaming Association

former Faithursburgh

James D. Featherstonhaugh President

JDF:cc